



**LEGISLATIVE
BUDGET
COMMISSION**

Addendum to

**Commission Meeting Packet
for
Thursday, February 13, 2003**

**(Please bring this packet to the committee meeting.
Duplicate materials will not be available.)**

Department: Agency for Health Care Administration

Problem Statement:

Proviso language following Specific Appropriation 222 in the General Appropriations Act for FY 2002-03 (Ch. 2002-394, Laws of Florida) set aside \$9,385,401 in funding for special Medicaid payments to the University Medical Center—Shands. The release of the funds is contingent upon the review and approval by the Executive Office of the Governor and the Legislative Budget Commission of the hospital meeting the following requirements:

- 1) The University Medical Center—Shands must submit a financially balanced break-even operating budget for FY 2002-03 based on the recommendations of Cambio Health Solutions;
- 2) The City of Jacksonville and Shands Healthcare must match state General Revenue funds by a 2:1 ratio contributed in the same proportions as the quarterly state distribution. Matching local funds must be demonstrated as additional revenue or debt reduction to University Medical Center—Shands; and
- 3) A detailed plan for the use of the additional state funds.

Agency Request:

The Agency for Health Care Administration is submitting the required materials for review and approval by Executive Office of the Governor and the Legislative Budget Commission as evidence that the conditions have been met. Included in the submission is a breakeven budget based on the Cambio Health Solutions recommendations; an executed funding agreement between Shands Jacksonville HealthCare, Inc., Shands Jacksonville Medical Center, Inc., Shands Teaching Hospital and Clinics, Inc. and the City of Jacksonville with payments of \$23 million from Shands HealthCare and \$42 million from the City of Jacksonville in this fiscal year; and an plan to purchase high priority patient care capital equipment with the \$9,385,401 when released.

Governor's Recommendation:

Recommend approval of the plans submitted by the University Medical Center—Shands, which will provide special Medicaid payments for emergency and inpatient care to low-income and indigent individuals.

Commission Staff Comments:

SENATE: Recommend approval by the Legislative Budget Commission as recommended by the Governor's Office.

HOUSE: There appear to be no technical errors or inconsistencies with the General Appropriations Act.

Senate Subcommittee: Health & Human Services Appropriations

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Line Item No.	Budget Entity / Fund / Appropriation Category Title LAS/PBS Account Number	CF	REQUESTED BY AGENCY Appropriation	RECOMMENDED BY GOVERNOR Appropriation	APPROVED BY LEGISLATIVE BUDGET COMMISSION Appropriation
DEPARTMENT OF HEALTH					
<u>Family Health Services</u>					
	Positions		1.0	1.0	
	Salary Rate		44,700	44,700	
512	Federal Grants Trust Fund Salaries and Benefits 64200300-010000-00-2261		26,106	26,106	
514	Expenses 64200300-040000-00-2261		96,772	96,772	
527	G/A Contracted Services 64200300-100778-00-2261		775,601	775,601	
<u>Statewide Health Support Services</u>					
	Positions		(1.0)	(1.0)	
	Salary Rate		(44,700)	(44,700)	
579	Federal Grants Trust Fund Salaries and Benefits 64200800-010000-00-2261		(26,106)	(26,106)	